

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF)	
PLEASANT HILL WATER DISTRICT)	CASE NO. 90-240

O R D E R

On August 20, 1990, Pleasant Hill Water District ("Pleasant Hill") filed its revised tariff with the Public Service Commission ("Commission") for the purpose of adjusting its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068. On August 29, 1990, the Commission requested that additional information be filed. Subsequently, on October 4, 1990, Pleasant Hill filed the required information, along with corrected calculations and a revised tariff sheet, which replaced its initial filing.

The Commission, having reviewed the evidence of record and being sufficiently advised, finds:

1. Pleasant Hill purchases water from the city of Somerset ("Somerset") and the Oak Hill Water Association ("Oak Hill").
2. Somerset increased its rate for wholesale water from \$1.25 to \$1.55 per 1,000 gallons, effective July 1, 1990.
3. Pursuant to the Commission's Order dated October 22, 1990 in Case No. 90-280,¹ Oak Hill was granted an increase in

¹ Case No. 90-280, Purchased Water Adjustment of Oak Hill Water Association.

rates for wholesale water from \$1.38 to \$1.68 per 1,000 gallons, effective September 2, 1990.

4. Pleasant Hill initially proposed to place its rates into effect on August 1, 1990 pursuant to notices it had received from Somerset and Oak Hill and made a timely filing with the Commission based thereon. Subsequently, the Commission entered its Order on October 22, 1990 in Case No. 90-280 making Oak Hill's adjusted rates effective September 2, 1990. Pleasant Hill proposed to consolidate the increases from Somerset and Oak Hill into a single purchased water adjustment effective on the same date the increase from Oak Hill became effective. The Commission has determined that Pleasant Hill has complied with the spirit of the statutes in making timely filings under these circumstances and that its proposed effective date is reasonable and should be approved.

5. During the 12 months ending June 30, 1990, Pleasant Hill purchased 39,662,060 gallons of water from Somerset and 28,275,580 gallons from Oak Hill. Pleasant Hill sold 57,340,300 gallons during the same 12-month period.

6. The increase in purchased water costs is \$20,381 resulting in a purchased water adjustment of 36 cents per 1,000 gallons of water.

7. The purchased water adjustment of 36 cents per 1,000 gallons and the rates proposed by Pleasant Hill and shown in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and should be approved.

8. Pleasant Hill's tariff is incorrect in that it is not signed by the utility officer authorized to issue tariffs.

IT IS THEREFORE ORDERED that:

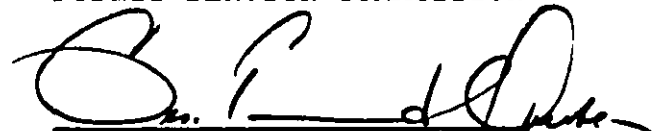
1. The purchased water adjustment of 36 cents per 1,000 gallons and the rates in Appendix A are approved for services rendered on and after September 2, 1990.


2. Within 30 days of the date of this Order, Pleasant Hill shall file a revised tariff sheet signed by the utility officer authorized to issue tariffs and setting out the rates approved herein.

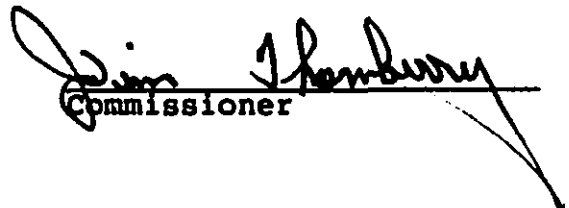
3. Within 20 days of the date of this Order, Pleasant Hill shall file a copy of the notice to its customers and verification that such notice has been given.

Done at Frankfort, Kentucky, this 24th day of October, 1990.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 90-240 DATED October 24, 1990.

The following rates and charges are prescribed for the customers in the area served by Pleasant Hill Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

Monthly Rates - All Customers

First 2,000 gallons	\$7.96 Minimum Bill
Next 3,000 gallons	2.98 per 1,000 gallons
Over 5,000 gallons	2.73 per 1,000 gallons